

**GOVERNMENT OF INDIA
POWER
LOK SABHA**

UNSTARRED QUESTION NO:1743
ANSWERED ON:30.07.2015
Venture Capital Fund
Kalvakuntla Smt. Kavitha

Will the Minister of POWER be pleased to state:

- (a) the salient features and objectives of the Venture Capital Fund for Energy Efficiency (VCFEE);
- (b) whether there is any limit of maximum, single investment under the above fund, if so, the details thereof; and
- (c) whether there is any fiscal incentives provided by the Government, if so, the details thereof for the last three years?

Answer

THE MINISTER OF STATE (INDEPENDENT CHARGE) FOR POWER,
COAL AND NEW & RENEWABLE ENERGY

(SHRI PIYUSH GOYAL)

(a) & (b) : The Venture Capital Fund for Energy Efficiency (VCFEE) is a fund constituted by Ministry of Power and Bureau of Energy Efficiency (BEE), with an objective to provide equity capital for energy efficiency projects. The support under Venture Capital Fund for Energy Efficiency is limited to Government buildings, private buildings having commercial or multi-storey residential accommodations and municipalities. The main features of this fund are:

- (i) A single investment by the fund shall not exceed INR 2 crores;
- (ii) The Fund shall provide last mile equity support to specific energy efficiency projects, limited to a maximum of 15% of total equity required, through Special Purpose Vehicle or INR 2 crores, whichever is less.
- (c) : The income of Venture Capital Fund for Energy Efficiency has been exempted from Income Tax in Union Budget 2013-14 under Income Tax Act.
